

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)	
GAS ADJUSTMENT FILING OF)	
WESTERN LEWIS-RECTORVILLE)	CASE NO. 9642-C
WATER AND GAS DISTRICT)	

O R D E R

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On April 16, 1987, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas had been increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective April 1, 1987, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Western Lewis' notice of April 16, 1987, set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$3,907 or 7.35 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for an increase with an effective date of April 1, 1987. This increase is subject to refund.

(3) A legislative change in KRS Chapter 278, effective July 15, 1986, requires 30-days' notice of a change in rates with the Commission having the discretion to shorten the required period to 20 days upon showing of good cause. Reduction in rates will, as always, be made effective with the date of the supplier decrease. Increases in rates will be effective with 20-days' notice providing that: 1) the effective date from the supplier is not more than 20 days in the future, in which case the actual effective date will be used, and 2) the company has included in its filing a specific request that a tariff sheet or some other notification from the supplier be considered a showing of good cause for 20-days' notice. Western Lewis included no request for a showing of good cause for 20-days' notice. The effective date will, therefore, be 30 days after Western Lewis' notice, or May 16, 1987.

(4) Western Lewis' adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after May 16, 1987. Western Lewis' increase should be subject to refund because Transmission's is subject to refund.

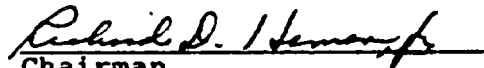
IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after May 16, 1987, subject to refund.

(2) Within 30 days of the date of this Order Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 28th day of April, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 9642-C DATED 4/28/87

The following rates are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District (Gas Division). All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Surcharge:

(1) Customer Charge	\$1.00 Per Month
(2) Usage Charge	\$.59 per Mcf

Rates: Monthly

First	1,000 cu. ft. or less	\$6.75 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.6283
Next	5,000 cu. ft. per 1,000 cu. ft.	4.5783
Over	10,000 cu. ft. per 1,000 cu. ft.	4.4783

The base rate for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$3.4182 per Dth